

A BILL

FOR AN ACT AMENDING CHAPTER ONE (1), OF TITLE SEVEN (7), OF THE CODE,
RELATING TO THE ASSESSMENT OF TAXES.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. That chapter one (1) of title seven (7) of the code be amended by adding
2 thereto the following:

Sec. 2. A mortgage, deed of trust, contract or other obligation by which a debt is secured,
2 shall, for the purposes of assessment and taxation, be deemed and treated as an interest in the
3 property affected thereby, except as to railroad and other *quasi* public corporations, and the
4 value of the property affected by such mortgage, deed of trust, contract or obligation, less the
5 value of the security thereon, shall be assessed and taxed to the owner of the property; and
6 the value of such security upon such property shall be assessed and taxed to the owner of the
7 security in the county, city or district in which the property affected thereby is situated. The
8 taxes so levied shall be a lien upon the property and the security, and may be paid by either
9 the owner of the property or the owner of the security. If paid by the owner of the security
10 the tax so levied upon the property affected thereby shall become a part of the debt so secured.
11 If the owner of the property shall pay the tax so levied on such security, such payment shall
12 constitute a payment on the debt secured by the property affected thereby, and to the extent
13 of such payment shall be a full discharge from such debt.

Sec. 3. The county treasurer of the county where such taxes are paid shall issue separ-
2 ate receipts to the person paying the tax, one of which shall show the amount of tax paid
3 upon the property affected by the security, and the other the amount paid upon the security,
4 and such receipts shall be *prima facie* evidence of the amount of tax so paid upon the prop-
5 erty or the security.